

For: Peanut State and County Offices, CMA's, and DMA's

Authorized Peanut Loan and LDP Offsets

Approved by: Deputy Administrator, Farm Programs



1 Overview

A Background

8-LP, subparagraph 410 C provides authorization for County Offices to offset charges associated with the cleaning and drying of peanuts from the producer's loan proceeds. 8-LP, subparagraph 411 A provides that loan proceeds are to be disbursed as directed by each producer who has a share in the loan after offset.

B Purpose

This notice informs peanut State and County Offices, CMA's, and DMA's of the modified policy to apply additional offsets to peanut loans and LDP's.

2 Policy and Procedure for Offsets

A Policy Change

County Offices are authorized to offset charges for custom harvesting and seed accounts in addition to current provisions for cleaning and drying peanuts.

B Lien and Lien Waiver Clarification

8-LP, subparagraph 410 C outlines guidelines for authorizing offsets. These guidelines will apply to custom harvesting and seed account offset charges.

C County Office Action

Effective the date of this notice, peanut County Offices, CMA's, and DMA's are authorized to offset charges for custom harvesting and seed accounts and continue disbursing loans according to 8-LP, paragraph 411.

Disposal Date	Distribution
August 1, 2007	Peanut State Offices; State Offices relay to County Offices, CMA's, and DMA's